

State of Utah

Department of Natural Resources

MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA Division Director JON M. HUNTSMAN, JR. Governor

> GARY R. HERBERT Lieutenant Governor

> > January 11, 2007

Dick Turner C/O Rancho Equipment 1557 W. Ashby RD. Delta, Utah 84624-7357

Subject:

Formal Approval of Notice of Intention to Commence Large Mining

Operations and Form and Amount of Reclamation Surety, Red Emerald Inc.,

Red Emerald Mine, M/001/058, Task ID# 571, Beaver County, Utah

Dear Mr. Turner:

The Division has received the reclamation surety for the Red Emerald Mine and two copies of the Notice to Conduct Large Mining Operations. The Division now approves the Large Mining Permit. The surety will be reviewed periodically to assure that the bond remains adequate.

Enclosed is a copy of the "approved" Notice of Intention to Commence Large Mining Operations for your files. If in the future, you wish to modify your mining and reclamation plan, please furnish a redlined and strikeout version of the page(s) you wish to change and indicate how these are to be incorporated into the current approved plan using Form MR-REV-att, which is located on the web at www.dogm.utah.gov. When the changes reach final approval, a clean version of the pages will need to be submitted to be incorporated into the approved plan.

Thank you for your help and patience in finalizing this permitting action. Please call me if you have any questions in this regard.

Sincerely

Jusan M. White

Mining Program Coordinator Minerals Regulatory Program

SMW:TM:jb

Enclosure: approved plan

cc:

(Operator) w/Encl

O:\M001-Beaver\M0010058-RedEmerald\final\Approval-ltr-sw01112006.doc